

Board of Education Agenda Item

Item: C.

Date: September 21, 2005

Topic: Final Review of Recommendations Concerning Literary Fund Applications Approved for Release of Funds or Placement on a Waiting List

Presenter: Mr. Daniel S. Timberlake, Assistant Superintendent for Finance

Telephone Number: (804) 225-2025 **E-Mail Address:** Daniel.Timberlake@doe.virginia.gov

Origin:

☐ Topic presented for information only (no board action required)

☒ Board review required by

☒ State or federal law or regulation

☐ Board of Education regulation

☐ Other: _____

☒ Action requested at this meeting ☐ Action requested at
future meeting: _____ (date)

Previous Review/Action:

☒ No previous board review/action

☐ Previous review/action

date _____

action _____

Background Information:

The Literary Fund regulations of the Board establish two priorities for the Literary Fund Waiting lists. These priorities are summarized as follows:

Priority 1: Applications from localities having a composite index less than 0.6000 and an indebtedness less than \$20 million to the Literary Fund (Attachment A).

Priority 2: Applications from localities having a composite index of 0.6000 or above or an indebtedness of \$20 million or greater to the Literary Fund (Attachment B).

Attachment C is the Board of Education's current Approved Application List. This attachment identifies the Literary Fund applications that are approved as to form but are not included on either waiting list nor are they recommended for funding.

Summary of Major Elements:

To the extent funds are available, a recommendation for initial release of funds is presented for projects currently on the First Priority Waiting List or otherwise eligible for priority funding. To the extent funds are not available, new requests for the initial release of Literary Funds cannot be approved. As a result, such requests must be deferred and placed on either the First or Second Priority Waiting List in accordance with the Literary Fund regulations.

This item consists of five elements that require action by the Board of Education. These elements are:

1. Two new projects, totaling \$11,000,000, listed on Attachment A are eligible for placement on the First Priority Waiting List, subject to review and approval by the Office of the Attorney General pursuant to § 22.1-156, Code of Virginia.
2. When Roanoke City received the bids on the Westside Elementary School project, the bids were higher than the projected amount. Roanoke City has submitted a revised application for the project as follows:

	<u>Original</u>	<u>Revised</u>	<u>Difference</u>
Westside Elementary	\$ 3,100,000	\$3,850,000	\$750,000

3. Hanover County submitted a letter dated July 20, 2005, requesting that one project (Stonewall Jackson Middle School) be removed from the First Priority Waiting List. The school board has acquired funding from sources other than the Literary Fund for this project.
4. King William County submitted a letter dated August 1, 2005, requesting that one project (King William High School) be removed from the First Priority Waiting List. The school board has acquired funding from sources other than the Literary Fund for this project.
5. Two projects submitted by Accomack County (Arcadia Middle and Nandua Middle) have been moved to priority numbers 26 and 27. This move is to reflect where the projects actually should have been placed on the waiting list.

Superintendent's Recommendation:

No funds are available at this time to release loans for projects on the First Priority Waiting List.

The Superintendent of Public Instruction recommends that the Board of Education approve the actions described in the five elements listed under "Summary of Major Elements."

Impact on Resources:

Current Board policy provides that, upon initial release of funds, Literary Fund cash is reduced in the total amount of the approved loan to assure that cash is available as required for project completion. The disbursement of funds is based on actual invoices or other evidence of bills due and payable from the Literary Fund.

Timetable for Further Review/Action:

The staff will prepare items for the Board on this subject as needed. Based on the availability of funds, initial release of funds will be made or projects will be deferred and placed on the Waiting List.

BOARD OF EDUCATION - FIRST PRIORITY WAITING LIST

The following projects have been placed or are recommended for placement on the First Priority Waiting List with the actions as indicated in the last column. Projects recommended for action at this meeting are presented in italics.

Priority	Date Placed on Waiting List	School Division	School	Interest Rate	Amount	Cumulative Total	Action/Status
<i>1</i>	<i>September, 2003</i>	<i>Grayson County</i>	<i>Middle School</i>	<i>2%</i>	<i>750,000</i>	<i>750,000</i>	<i>Emergency Placement</i>
2	February, 2002	Orange County	Locust Grove Middle	4%	7,500,000	8,250,000	Funding Deferred
3	March, 2002	Hopewell City	Carter G. Woodson Middle	2%	1,100,000	9,350,000	Funding Deferred
<i>4</i>	<i>March, 2002</i>	<i>King William County</i>	<i>King William High</i>	<i>3%</i>	<i>7,500,000</i>	<i>16,850,000</i>	<i>Remove from List</i>
5	March, 2002	Buckingham County	Buckingham Middle	2%	7,500,000	24,350,000	Funding Deferred
6	April, 2002	Fluvanna County	Fluvanna High	3%	7,500,000	31,850,000	Funding Deferred
7	April, 2002	Orange County	Orange County High	4%	7,500,000	39,350,000	Funding Deferred
8	May, 2002	Amelia County	Amelia High	3%	2,500,000	41,850,000	Funding Deferred
9	May, 2002	Amelia County	Amelia Middle	3%	5,000,000	46,850,000	Funding Deferred
10	June, 2002	Prince George County	South Elementary	2%	5,911,575	52,761,575	Funding Deferred
11	June, 2002	Prince George County	Harrison Elementary	2%	7,044,000	59,805,575	Funding Deferred
12	July, 2002	Newport News City	General Stanford Elementary	2%	7,500,000	67,305,575	Funding Deferred
13	March, 2003	Franklin County	Windy Gap Elementary	3%	7,500,000	74,805,575	Funding Deferred
14	March, 2003	Lynchburg City	E. C. Glass High	3%	7,500,000	82,305,575	Funding Deferred
15	March, 2003	Lunenburg County	Lunenburg Middle	2%	7,500,000	89,805,575	Funding Deferred
16	June, 2003	King George County	King George Elementary	3%	7,500,000	97,305,575	Funding Deferred
17	June, 2003	Galax City	Galax Elementary	3%	2,000,000	99,305,575	Funding Deferred
18	June, 2003	Sussex County	Sussex Central Middle	3%	7,500,000	106,805,575	Funding Deferred
19	June, 2003	Floyd County	Check Elementary	3%	2,160,800	108,966,375	Funding Deferred
20	June, 2003	Floyd County	Floyd Elementary	3%	1,123,737	110,090,112	Funding Deferred
21	June, 2003	Floyd County	Indian Valley Elementary	3%	2,030,933	112,121,045	Funding Deferred
22	June, 2003	Floyd County	Willis Elementary	3%	1,820,531	113,941,576	Funding Deferred
23	June, 2003	Floyd County	Floyd High	3%	4,863,998	118,805,574	Funding Deferred

BOARD OF EDUCATION - FIRST PRIORITY WAITING LIST

The following projects have been placed or are recommended for placement on the First Priority Waiting List with the actions as indicated in the last column. Projects recommended for action at this meeting are presented in italics.

Priority	Date Placed on Waiting List	School Division	School	Interest Rate	Amount	Cumulative Total	Action/Status
24	June, 2003	Alleghany County	Falling Springs Elementary	2%	2,000,000	120,805,574	Funding Deferred
25	June, 2003	Alleghany County	Callaghan Elementary	2%	1,000,000	121,805,574	Funding Deferred
26	June, 2003	Alleghany County	Sharon Elementary	2%	1,000,000	122,805,574	Funding Deferred
27	June, 2003	Stafford County	New Elementary 2004	3%	7,500,000	130,305,574	Funding Deferred
28	<i>September, 2003</i>	<i>Accomack County</i>	<i>Arcadia Middle</i>	<i>2%</i>	<i>7,500,000</i>	<i>217,266,089</i>	<i>Placement Changed</i>
29	<i>September, 2003</i>	<i>Accomack County</i>	<i>Nandua Middle</i>	<i>2%</i>	<i>4,500,000</i>	<i>221,766,089</i>	<i>Placement Changed</i>
30	February, 2004	Mecklenburg County	South Hill Elementary	3%	7,500,000	137,805,574	Funding Deferred
31	February, 2004	Manassas Park City	Manassas Park High	3%	7,000,000	144,805,574	Funding Deferred
32	February, 2004	Rockingham County	Montevideo Middle	3%	6,600,000	151,405,574	Funding Deferred
33	February, 2004	Rockingham County	Elkton Middle	3%	7,000,000	158,405,574	Funding Deferred
34	April, 2004	Greene County	William Monroe High	3%	4,000,000	162,405,574	Funding Deferred
35	April, 2004	Greene County	William Monroe Middle	3%	5,000,000	167,405,574	Funding Deferred
36	April, 2004	Patrick County	Woolwine Elementary	2%	575,000	167,980,574	Funding Deferred
37	April, 2004	Patrick County	Patrick County High	2%	1,714,000	169,694,574	Funding Deferred
38	April, 2004	New Kent County	New Kent Primary	4%	2,596,515	172,291,089	Funding Deferred
39	April, 2004	New Kent County	G. W. Watkins Elementary	4%	7,500,000	179,791,089	Amount Changed
40	June, 2004	Page County	Page County High	2%	7,500,000	187,291,089	Funding Deferred
41	June, 2004	Page County	Luray High	2%	7,500,000	194,791,089	Funding Deferred
42	September, 2004	Roanoke City	Patrick Henry High	3%	7,500,000	202,291,089	Funding Deferred
43	September, 2004	Roanoke City	Fallon Park Elementary	3%	1,600,000	203,891,089	Funding Deferred
44	<i>September, 2004</i>	<i>Roanoke City</i>	<i>Westside Elementary</i>	<i>3%</i>	<i>3,850,000</i>	<i>207,741,089</i>	<i>Amount Changed</i>
45	<i>September, 2004</i>	<i>Hanover County</i>	<i>Stonewall Jackson Middle</i>	<i>4%</i>	<i>2,025,000</i>	<i>209,766,089</i>	<i>Remove from List</i>
46	January, 2005	Portsmouth City	Park View Elementary	2%	7,500,000	229,266,089	Funding Deferred

BOARD OF EDUCATION - FIRST PRIORITY WAITING LIST

The following projects have been placed or are recommended for placement on the First Priority Waiting List with the actions as indicated in the last column. Projects recommended for action at this meeting are presented in italics.

Priority	Date Placed on Waiting List	School Division	School	Interest Rate	Amount	Cumulative Total	Action/Status
47	January, 2005	Campbell County	Yellow Branch Elementary	2%	7,500,000	236,766,089	Funding Deferred
48	January, 2005	Russell County	Lebanon Primary	2%	4,000,000	240,766,089	Funding Deferred
49	January, 2005	Brunswick County	Brunswick High	2%	7,500,000	248,266,089	Funding Deferred
50	March, 2005	Hanover County	New 2006 Elementary	4%	7,500,000	255,766,089	Funding Deferred
51	June, 2005	Staunton City	A. R. Ware Elem	3%	7,500,000	263,266,089	Funding Deferred
52	June, 2005	Staunton City	T. C. McSwain Elem	3%	7,500,000	270,766,089	Funding Deferred
53	June, 2005	Wythe County	Max Meadows Elem	3%	4,100,000	274,866,089	Funding Deferred
54	June, 2005	Warren County	West Warren High	3%	7,500,000	282,366,089	Funding Deferred
55	June, 2005	Warren County	East Warren High	3%	7,500,000	289,866,089	Funding Deferred
56	June, 2005	Henry County	Mt. Olivet Elem	2%	3,000,000	292,866,089	Funding Deferred

New projects to be added with funding deferred until funds are approved for release by separate action by the Board of Education

57	<i>September, 2005</i>	<i>Halifax County</i>	<i>Halifax Middle</i>	2%	7,500,000	300,366,089	<i>Add/Funding Deferred</i>
58	<i>September, 2005</i>	<i>Henry County</i>	<i>G. W. Carver Elementary</i>	2%	3,500,000	303,866,089	<i>Add/Funding Deferred</i>

September, 2005

BOARD OF EDUCATION - SECOND PRIORITY WAITING LIST

The following projects have been placed or are recommended for placement on the Second Priority Waiting List with the actions as indicated in the last column. Projects recommended for action at this meeting are presented in italics.

Priority	Date Placed on Waiting List	School Division	School	Interest Rate	Amount	Cumulative Total
----------	--------------------------------	-----------------	--------	------------------	--------	---------------------

NO PROJECTS

LITERARY FUND OF VIRGINIA
APPROVED APPLICATION LIST

Application Number	School Division	SCHOOL	Application Amount	Date Approved by Board of Education
11105	Pulaski County	Pulaski High School	\$1,200,000	February 5, 2002

*Reflects only those applications not on waiting lists

September, 2005